

Colorado's New Energy Technologies
State Capitol Building
October 19, 2005



General Overview

Biodiesel is a cleaner-burning, renewable, and domestically produced diesel fuel

- Biodiesel is primarily sold as a 20% blend with 80% regular #2 diesel (B20)
- ➤ U.S. Congress designated B20 as an approved alternative fuel in 1998
- Biodiesel can be made from various oils, including canola, mustard, soybean, corn, and even waste grease.

KNOW YOUR SOURCE!





Blue Sun Mission

- Highest Performance Fuel
- Rural Economic Development
- Energy Independence
- Cleaner & Healthier Air





Vertically Integrated Business



Feedstock



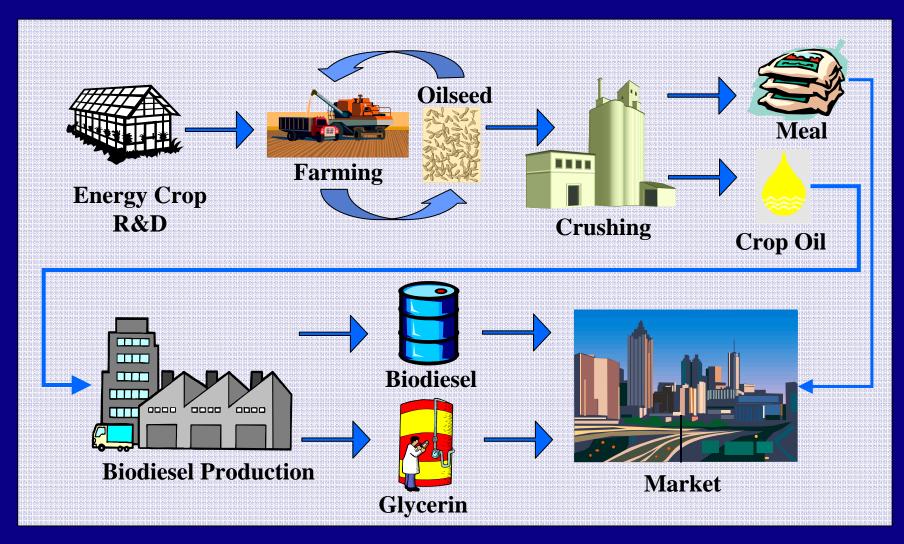
Processing



Marketing



Farmer to Fuel Tank



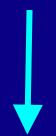


Blue Sun Crop R&D

The development of a lower cost, higher yielding oilseed feedstock is a prime strategic objective

Lower cost

- Lower input costs
- Require much less water
- Lower land costs
- Higher oil content





Higher quality

- Higher lubricity
- Higher cetane
- Better cold flow properties
- Better oxidative stability

Develop a sustainable competitive advantage vs. soybeans

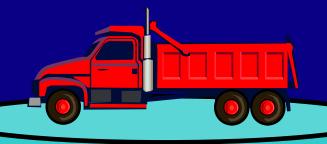


Blue Sun B20: A Better Fuel vs. Diesel

Features

- Higher cetane
- Greater lubricity
- Superior detergency
- Higher flash point

Benefits



- More mileage
- Greater horsepower
- Less smoke
- Smoother running engines
- Quicker starts
- Longer engine life
- Reduced maintenance



Blue Sun B20 Advantages - Continued -

- Renewable fuel source
- Best energy balance of any fuel
- **➤ No engine modifications AT ALL!**
- > Keeps fuel dollars with farmers
- Marketing and PR support



Denver Mayor John Hickenlooper



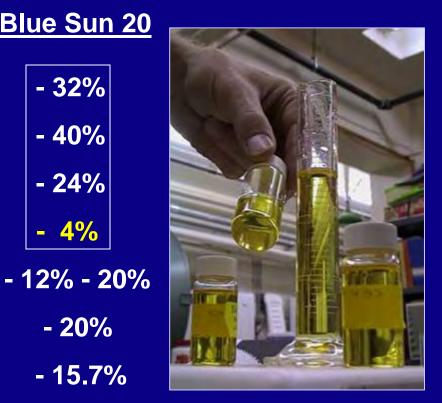
Carcinogens

Blue Sun Advantages Cleaner Emissions vs. Diesel

Emission Type	<u>B 100</u>	Blue Sur
Carbon Monoxide	- 43.2%	- 32%
Hydrocarbons	- 56.3%	- 40%
Particulates	- 55.4%	- 24%
Nitrogen Oxides *	+ 5.8%	- 4%



- 60% - 90%



^{*} Blue Sun B20 will reduce Nitrogen Oxides by 9% or greater

Source: National Renewable Energy Laboratory, Golden, Colorado (NREL), a national research laboratory funded by the Department of Energy

^{**} Life Cycle emissions of CO2



Blue Sun Biodiesel

The Official Fuel of Cummings Racing



